IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

L.G. PHILIPS LCD CO., LTD.,)
Plaintiff,) C. A. No. 05-292 (JJF)
v.) DEMAND FOR JURY TRIAL
TATUNG COMPANY; TATUNG COMPANY OF AMERICA, INC.; CHUNGHWA PICTURE TUBES, LTD.; AND VIEWSONIC CORPORATION,)))

Defendants.

ANSWER AND COUNTERCLAIM ON BEHALF OF <u>DEFENDANT VIEWSONIC CORPORATION</u>

Defendant VIEWSONIC CORPORATION ("Viewsonic") hereby answers plaintiff L.G. PHILIPS LCD CO., LTD.'s ("Plaintiff") Complaint For Patent Infringement ("Complaint") as follows:

NATURE OF ACTION

- 1. Viewsonic admits that this is civil action, which alleges infringement of U.S. Patent No. 6,738,121 ("the '121 patent") and U.S. Patent No. 5,019,002 ("the '002 patent") (collectively "the Patents-in-Suit"). Viewsonic further admits that on its face, the '121 patent lists L.G. Philips LCD Co., Ltd., as the assignee. Viewsonic lacks knowledge or information sufficient to form a belief as to truth of the remaining allegations in paragraph 1, and therefore denies the same.
- 2. Viewsonic admits that the Patents-in-Suit generally relate to the design and manufacture of Liquid Crystal Display modules that are used in some LCD monitors used in computer applications and in some LCD televisions. Viewsonic denies the remaining allegations of paragraph 2.

THE PARTIES

- 3. Responding to paragraph 3 of the Complaint, upon information and belief, Viewsonic admits that Plaintiff LG. Philips LCD Co., Ltd. is a corporation organized under the laws of the Republic of Korea, having a place of business located in Seoul, Korea.
- 4. Viewsonic lacks information sufficient to form a belief as to the truth of the allegations in paragraph 4, and therefore denies the same.
- 5. Viewsonic lacks information sufficient to form a belief as to the truth of the allegations in paragraph 5, and therefore denies the same.
- 6. Viewsonic lacks information sufficient to form a belief as to the truth of the allegations in paragraph 6, and therefore denies the same.
- 7. Viewsonic admits the allegations of paragraph 7 that it is a Delaware Corporation having a place of business at 381 Brea Canyon Road, Walnut California, 91789.

JURISDICTION AND VENUE

- 8. Viewsonic admits that this action arises under the patent laws of the United States and that Plaintiff alleges an action for patent infringement. Viewsonic lacks information sufficient to form a belief as to the truth of the remainder of the allegations set forth in paragraph 8 of the Complaint and therefore denies the same.
- 9. Viewsonic admits that this Court has jurisdiction over the subject matter of Plaintiff's infringement counts pursuant to 28 U.S.C. §§ 1331 and 1338(a).
- 10. Viewsonic denies the allegations of paragraph 10 of the Complaint as it is directed to Viewsonic. For any allegations contained in paragraph 10 of the Complaint that are

directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of those allegations, and therefore denies them.

- 11. Viewsonic lacks information sufficient to form a belief as to the truth of the allegations in paragraph 11, and therefore denies the same.
- 12. Viewsonic lacks information sufficient to form a belief as to the truth of the allegations of paragraph 12, and therefore denies the same.
- 13. Viewsonic admits that this Court has personal jurisdiction over Viewsonic and that venue is proper in this judicial district. Viewsonic denies the remaining allegations of paragraph 13.

THE PATENTS-IN-SUIT

- 14. Viewsonic admits that the '121 patent, attached as Exhibit A to the Complaint, is entitled "Tape Carrier Package with Dummy Bending Part and Liquid Crystal Display Employing the Same," and lists May 18, 2004 as the issue date. Viewsonic also admits that on its face the '121 patent lists LG. Philips LCD Co., Ltd. as the assignee. Viewsonic lacks information sufficient to form a belief as to truth of the remaining allegations in paragraph 14, and therefore denies those allegations.
- 15. Viewsonic admits that the '002 patent, is entitled "Method of Manufacturing Flat Panel Backplanes Including Electrostatic Discharge Prevention and Displays Made Thereby," and lists May 28, 1991 as the issue date. Viewsonic denies that the '002 patent, attached as Exhibit B to the Complaint, lists Plaintiff as the assignee. Further, Viewsonic lacks information sufficient to form a belief as to truth of the remaining allegations in paragraph 15, and therefore denies those allegations.

- 16. Viewsonic lacks information sufficient to form a belief as to truth of the allegations in paragraph 16 and therefore denies the same.
- 17. Viewsonic denies the allegations of paragraph 17 as they are directed to Viewsonic. For each and every allegation contained in paragraph 17 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the those allegations, and therefore denies them.

FACTUAL BACKGROUND

- 18. Viewsonic lacks information sufficient to form a belief as to truth of the allegations in paragraph 18 and therefore denies the same.
- 19. Viewsonic denies that it infringes the Patents-in-Suit. Viewsonic lacks information sufficient to form a belief as to the remaining allegations of paragraph 19 and therefore denies the same.
- 20. Viewsonic denies each and every allegation in paragraph 20 of the Complaint to the extent that those allegations are directed to Viewsonic. Further, for each and every allegation contained in paragraph 20 of the Complaint that is directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of those allegations, and therefore denies them.
- 21. Viewsonic denies the allegations of paragraph 21 as they are directed to Viewsonic. For each and every allegation contained in paragraph 21 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the those allegations, and therefore denies them.

COUNT I (PATENT INFRINGEMENT BY DEFENDANTS TATUNG, TATUNG AMERICA, CHUNGHWA PICTURE TUBES LTD., AND VIEWSONIC OF THE '121 PATENT)

- 22. Responding to paragraph 22 of the Complaint, Viewsonic incorporates by reference its responses to paragraphs 1-21 above as though fully set forth herein.
- 23. Viewsonic denies the allegations of paragraph 23 as they are directed to Viewsonic. Further, Viewsonic denies that it or CompUSA has offered for sale or sold a Viewsonic monitor with the designation ES710 in the United States or elsewhere. For any allegations contained in paragraph 23 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.
- 24. Viewsonic denies the allegations of paragraph 24 as they are directed to Viewsonic. For each and every allegation contained in paragraph 24 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.
- 25. Viewsonic denies the allegations of paragraph 25 as they are directed to Viewsonic. For each and every allegation contained in paragraph 25 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.
- 26. Viewsonic denies the allegations of paragraph 26 as they are directed to Viewsonic. For each and every allegation contained in paragraph 26 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.

COUNT II (PATENT INFRINGEMENT BY DEFENDANTS TATUNG, TATUNG AMERICA, CHUNGHWA PICTURE TUBES, LTD., AND VIEWSONIC OF THE '002 PATENT)

- 27. Responding to paragraph 27 of the Complaint, Viewsonic incorporates by reference its responses to paragraphs 1-26 above as though fully set forth herein.
- 28. Viewsonic denies the allegations of paragraph 28 as they are directed to Viewsonic. Further, Viewsonic denies that it or CompUSA has offered for sale or sold a Viewsonic monitor with the designation ES710 in the United States or elsewhere. For each and every allegation contained in paragraph 28 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of those allegations, and therefore denies them.
- 29. Viewsonic denies the allegations of paragraph 29 as they are directed to Viewsonic. For each and every allegation contained in paragraph 29 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.
- 30. Viewsonic denies the allegations of paragraph 30 as they are directed to Viewsonic. For each and every allegation contained in paragraph 30 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.
- 31. Viewsonic denies the allegations of paragraph 31 as they are directed to Viewsonic. For each and every allegation contained in paragraph 31 of the Complaint that are directed towards defendants other than Viewsonic, Viewsonic lacks information sufficient to form a belief as to the truth of the allegations, and therefore denies them.

PRAYER FOR RELIEF

Viewsonic denies that Plaintiff is entitled to the requested relief identified in items (A)-(I) of its Prayer for Relief or any other relief.

AFFIRMATIVE DEFENSES

In further response to the Complaint, Defendant, Viewsonic hereby asserts the following:

FIRST AFFIRMATIVE DEFENSE

(Non-infringement)

- Upon information and belief, Viewsonic does not make, use, offer to sell, or sell 32. products that infringe any valid and/or enforceable claim of the '121 patent either directly, indirectly, contributorily, or otherwise, and cannot have induced others to infringe any valid and/or enforceable claim of '121 patent.
- Upon information and belief, Viewsonic does not make, use, offer to sell, or sell 33. products that infringe any valid and/or enforceable claim of the '002 patent either directly, indirectly, contributorily, or otherwise, and cannot have induced others to infringe any valid and/or enforceable claim of the '002 patent.

SECOND AFFIRMATIVE DEFENSE

(Invalidity under 35 U.S.C. §§ 101, 102, 103 and 112)

- 34. Upon information and belief, the '121 patent is invalid for failure to comply with one or more conditions for patentability set forth in 35 U.S.C. §§ 101, 102, 103 and/or 112. Viewsonic reserves the right to amend this defense further, as additional information is developed through discovery or otherwise.
- Upon information and belief, the '002 patent is invalid for failure to comply with 35. one or more conditions for patentability set forth in 35 U.S.C. §§ 101, 102, 103 and/or 112.

Viewsonic reserves the right to amend this defense further, as additional information is developed through discovery or otherwise.

THIRD AFFIRMATIVE DEFENSE

(Statute of Limitations)

36. Plaintiff's claim for damages, if any, against Viewsonic is statutorily limited by 35 U.S.C. § 286 and/or § 287.

FOURTH AFFIRMATIVE DEFENSE

(Patent Exhaustion)

37. Plaintiff's claims for damages, if any, are limited by license and exhaustion. Upon information and belief, one or more of the parties who manufacture, purchase, use or sell products to Viewsonic and are accused to infringe the Patents-in-Suit are licensed and/or claims have been released pursuant to agreements with Plaintiff and/or others.

FIFTH AFFIRMATIVE DEFENSE

(Waiver/Estoppel/Laches)

38. Upon information and belief, Plaintiff's claims are barred by the equitable doctrines of waiver, estoppel and/or laches.

SIXTH AFFIRMATIVE DEFENSE

39. Plaintiff's Complaint fails to state a claim on which relief can be granted and the Court lacks subject matter jurisdiction over any claim against Viewsonic based on alleged infringement of a Viewsonic monitor ES710 because no monitor with said designation exists and there is thus no case or controversy with respect to said monitor.

SEVENTH AFFIRMATIVE DEFENSE

40. With discovery still ongoing, Viewsonic has yet to complete its investigation. Therefore, Viewsonic reserves the right to assert any other defenses that discovery may reveal.

COUNTERCLAIMS

For its Counterclaims against Plaintiff, Viewonic alleges as follows:

Parties

- 41. Counterclaimant VIEWSONIC CORPORATION ("Viewsonic") is a corporation having a place of business at 381 Brea Canyon Road, Walnut, California 91789.
- Based on Plaintiff's allegations in the Complaint, Counterclaim defendant LG 42. PHILIPS LCD CO., LTD. ("Plaintiff") is a corporation duly organized under the laws of the Republic of Korea, having a principle place of business located in Seoul, Korea.

JURISDICTION AND VENUE

- 43. The Counterclaims include claims for declaratory judgment of patent noninfringement and patent invalidity, under the Patent Laws of the United States, 35 U.S.C. § 100 et seq., concerning actions related to patents. This Court has subject matter jurisdiction of these Counterclaims under 28 U.S.C. §§ 2201, 2202, 1331 and 1338.
- 44. Venue is proper in this Court under 28 U.S.C. § 1391(c) and § 1400(b) and by virtue of Plaintiff having brought this action.
- 45. There is an actual justifiable case or controversy between Viewsonic and Plaintiff in this district as evidenced by the paragraphs above, regarding the invalidity and noninfringement of the Patents-In-Suit asserted against Viewsonic in this lawsuit.

COUNT I

DECLARATORY JUDGMENT OF INVALIDITY OF THE '121 PATENT

- 46. Viewsonic incorporates by reference paragraphs 1 through 40 into this Count as though fully set forth herein.
- 47. U.S. Patent No. 6,738,121 ("the '121 patent") is entitled "Tape Carrier Package with Dummy Bending Part and Liquid Crystal Display Employing Same," and states on its face that it issued on May 18, 2004. Upon information and belief, based on the allegations in the Complaint, Plaintiff purports to be the owner of the '121 patent.
- 48. Plaintiff has sued Viewsonic in the present action, alleging infringement of the '121 patent.
- 49. Based on paragraph 34 above, which is specifically incorporated by reference into this paragraph, the '121 patent is invalid.
- 50. Viewsonic requests declaratory judgment that the '121 patent is invalid for failure to comply with one or more of the provisions of 35 U.S.C. §§ 101, 102, 103 and/or 112.

<u>COUNT II</u> DECLARATORY JUDGMENT OF NONINFRINGEMENT OF THE '121 PATENT

51. Viewsonic incorporates by reference paragraphs 1 through 40 into this Count as though fully set forth herein.

- 52. Based on paragraphs 22-26 above, which is specifically incorporated by reference into this paragraph, Viewsonic does not infringe, literally or under the doctrine of equivalents, any valid and/or enforceable claim of the '121 patent.
- 53. Viewsonic requests declaratory judgment that the '121 patent is not infringed by Viewsonic.

COUNT III

DECLARATORY JUDGMENT OF INVALIDITY OF THE '002 PATENT

- 54. Viewsonic incorporates by reference paragraphs 1 through 40 into this Count as though fully set forth herein.
- 55. U.S. Patent No. 5,019,002 ("the '002 patent") is entitled "Method of Manufacturing Flat Panel Backplane Including Electrostatic Discharge Prevention and Displays Made Thereby," and states on its face that it issued May 28, 1991. Upon information and belief based on allegations in the Complaint, Plaintiff purports to be the owner of the '002 patent.
- 56. Plaintiff has sued Viewsonic in the present action, alleging infringement of the '002 patent.
- 57. Based on paragraph 35 above, which is specifically incorporated by reference into this Paragraph, the '002 patent is invalid.
- 58. Viewsonic requests declaratory judgment that the '002 patent is invalid for failure to comply with one or more provisions of the Patent Laws, 35 U.S.C. §§ 101, 102, 103 and/or 112.

COUNT IV

DECLARATORY JUDGMENT OF NONINFRINGEMENT OF THE '002 PATENT

- 59. Viewsonic incorporates by reference paragraphs 1 through 40 into this Count as though fully set forth herein.
- 60. Based on paragraphs 27-31 above, which is specifically incorporated by reference into this paragraph, Viewsonic does not infringe, either literally or under the doctrine of equivalents, any valid and/or enforceable claim of the '002 patent.
- 61. Viewsonic requests declaratory judgment that the '002 patent is not infringed by Viewsonic.

EXCEPTIONAL CASE

62. This is an exceptional case under 35 U.S.C. §285 and, as such, CPT is entitled to its attorneys' fees and costs incurred in connection with this action.

RESERVATIONS OF COUNTERCLAIMS

63. Viewsonic reserves the right to assert any other counterclaims that discovery may reveal.

DEMAND FOR A JURY TRIAL

64. Pursuant to Federal Rule of Civil Procedure 28, Viewsonic demands a trial by jury as to all fact issues in this lawsuit.

PRAYER FOR RELIEF

WHEREFORE, Viewsonic respectfully prays for the following relief:

(a) that this Court deny any and all relief requested by Plaintiff in its Complaint and any relief whatsoever, and that the Complaint against Viewsonic be dismissed with prejudice.

- (b) that judgment be entered in favor of Viewsonic declaring that Viewsonic has not infringed any claim of the '121 patent either literally or under the doctrine of equivalents.
- (c) that judgment be entered in favor of Viewsonic declaring that Viewsonic has not infringed any claim of the '002 patent either literally or under the doctrine of equivalents.
 - (d) that this Court declare the '121 patent invalid.
 - (e) that this Court declare the '002 patent invalid.
- (f) that this case be declared an exceptional case under 35 U.S.C. § 285; and that costs of this action and fees be awarded to Viewsonic.
- (g) that this Court grant Viewsonic any such other and further relief as this Court may deem just and proper.

OF COUNSEL:

Christine A. Dudzik

Thomas W. Jenkins

Howrey LLP

321 North Clark Street, Suite 3400

Chicago, Illinois 60610

(312) 595-1239

Teresa M. Corbin

Glenn W. Rhodes

Howrey LLP

525 Market Street, Suite 3600

San Francisco, CA 94105

(415) 848-4900

Dated: September 2, 2005

May What W. Whetzel (#2288)

Whetzel@RLF.com

Matthew W. King (#4566)

King@RLF.com

Richards, Layton & Finger

One Rodney Square, P.O. Box 551

Wilmington, DE 19899

(302) 651-7700

Attorneys for Defendant/Counterclaimant

Viewsonic Corporation

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on September 2, 2005, I electronically filed the foregoing document with the Clerk of Court using CM/ECF which will send notification of such filing, and hand delivered to the following:

> Richard D. Kirk Morris James Hitchens & Williams LLP 222 Delaware Avenue, Suite 900 Wilmington, DE 19899

I hereby certify that on September 2, 2005, I sent the foregoing document by Federal Express, next business day delivery, to the following non-registered participants:

> Gaspare J. Bono Matthew T. Bailey Andrew J. Park Adrian Mollo McKenna Long & Aldridge LLP 1900 K Street, NW Washington, DC 20006

> > Alyssa M. Schwartz (#4351)

Richards, Layton & Finger

One Rodney Square

P.O. Box 551

Wilmington, DE 19899